

**NEW JERSEY DEPARTMENT OF BANKING AND INSURANCE
REVIEW REQUIREMENTS
PRIVATE PASSENGER AUTOMOBILE**

REVIEW REQUIREMENTS	REFERENCE	COMMENTS
FORMS		
APPLICATIONS		
Fraud Warning Required	N.J.S.A. 17:33A-6 & N.J.A.C. 11:16-1.2	All applications for insurance shall prominently and clearly contain the following statement: "Any person who includes any false or misleading information on an application for an insurance policy is subject to criminal and civil penalties."
ARBITRATION		
Binding	N.J.S.A.. 39:6A-25	UM/UIM Binding only for amounts under \$15,000/\$30,000/\$5,000
	N.J.S.A. 39:6A-31	Unless contested within 30 days, arbitration decision is enforceable.
CANCELLATION & NONRENEWAL		
Cancellation by the insured	N.J.S.A. 17:29C-4.1	Can be cancelled for any reason and return premium on a pro-rata basis
Cancellation by the company	N.J.S.A. 17:29C-8 & 33A-6, & N.J.A.C. 11:3-7.6	Non-payment of premium require a minimum of 10 days notice . Other reasons require a minimum of 20 days notice.
Nonrenewal	N.J.S.A.. 17:29C-9 & N.J.A.C. 11:3 - 8.3	At least 60 days notice but no more than 90 days
FILING STANDARDS		
Must offer two options: Basic & Standard	N.J.S.A. 39:6A-3.1 & N.J.A.C. 11:40.3	The company must offer both types of policies to all eligible persons. Comprehensive and collision are optional coverages for both policies
POLICY PROVISIONS		
Basic Policy	N.J.S.A. 39:6A-3.1 N.J.A.C. 11:3-3	Under the Basic policy, PIP and Property Damage Liability are mandatory with Bodily Injury, Comp & Coll. as optional coverages
Standard Policy	N.J.S.A. 39:6B-1	Under the Standard Policy, Bodily Injury and Property Damage Liability, PIP, and Uninsured/Underinsured Motorists Coverage are mandatory. The coll & comp coverages are optional coverages.
Coverage Selection Form , Buyers Guide, Consumer Bill of Rights and Insurance Scenarios	N.J.A.C. 11:3-15.5, 15.6, 15.8 and N.J.A.C. 11:3 - 47	Must meet minimum standards and filed with the Ombudsman Office
Rating Information Form	N.J.A.C. 11:3-9	Must issue a rating information form to all policyholders.
Personal Forms	N.J.S.A. 17:29A - 6	All personal policy forms must be filed and receive formal approval before use.
LIABILITY LIMITS		
Must offer a range of limits up to at least \$500,000 combined single limit or \$250,000/\$500,000/\$100,000	N.J.S.A. 17:28-1	Must provide the statutory financial limits of \$15,000/\$30,000 for BI and \$5,000 for Property Damage
Uninsured Motorist Coverage	N.J.S.A. 17:28-1.1	Uninsured and Underinsured Motorist Coverage must be provided as an option up to at least \$250,000/\$500,000/\$100,000 or \$500,000 combined single limit.
LIABILITY LIMITS (Personal Injury Protection - PIP)		
Medical Expense Benefits	N.J.S.A. 39:6A-4 & N.J.A.C. 11:3-14.3	Personal Injury Protection (PIP) optional medical expense benefits in amounts of \$15,000; \$50,000; \$75,000; \$150,000. If none of these options are chosen the default amount is \$250,000.
Medical Fee Schedule	N.J.S.A. 39:6A-4.6 & N.J.A.C. 11:3-29	Used for the reimbursement of healthcare providers providing services or equipment for medical expense benefits under PIP coverage
Medical Protocols; Diagnostic Tests	N.J.A.C. 11:3-4	Companies are required to submit a Decision Point Review and utilize a Pre-certification Plan
PIP Options	N.J.A.C. 11:3-7.4	Minimum schedule of additional PIP coverage benefits must be offered
PIP Option for Standard Policies	N.J.A.C. 11:3-14.4	Must offer the option to exclude income continuation benefits, essential services benefits, death benefits and funeral expense benefits
	N.J.A.C. 11:3-14.5	Must provide the option to choose health care coverage as primary coverage
READABILITY POLICIES		
Plain Language	N.J.A.C. 11:2 - 18	Personal lines ONLY. Insurers can request for opinions as to compliance with plain language law

**NEW JERSEY DEPARTMENT OF BANKING AND INSURANCE
REVIEW REQUIREMENTS
PRIVATE PASSENGER AUTOMOBILE**

REVIEW REQUIREMENTS	REFERENCE	COMMENTS
EXCLUSIONS		
Named Excluded Driver	N.J.A.C. 3-13.5	Only permitted for comprehensive and collision coverages
Fungi/Mold	Bulletin 03 - 24	Permitted but must comply with Bulletin
Pollution Coverage	N.J.S.A. 39:6B	Must provide pollution coverage of at least statutory limits of \$15,000/\$30,000/\$5,000.
Terrorism Exclusion	Unpublished requirement	NOT permitted. Misleading and against public policy.
RATES & RULES		
PRICING		
Rating Standards	N.J.S.A. 17:29A-7	Rates shall not be excessive, inadequate or unfairly discriminatory
Rate Filings - Prior Approval	N.J.A.C. 11:3-16	Prior approval of rate filings is required. Insurers must submit data, filing format and preferred ratemaking requirements for all rate filings
Rate Filings - Limited	N.J.S.A. 17:29A-46.6 and N.J.A.C. 11:3-16.B	Limited process for rate revisions of not more 7% overall or not more than 10% in any single coverage.
DEDUCTIBLES		
For Comprehensive and Collisions Coverages	N.J.S.A. 17:29A-39 and N.J.A.C. 11:3-13.3	Optional deductibles are \$100, \$150, \$200, \$250, \$500, \$750, \$1,000, \$1,500 and \$2,500.
Personal Injury Protection (PIP)	N.J.A.C. 11:3-4.4	Mandatory deductible of \$250 and a 20% co-payment on medical expenses benefits. Optional deductibles of \$500, \$1,000, \$2,000. \$2,500 are allowed.
MANDATORY REDUCTIONS		
Anti-theft Devices	N.J.A.C. 11:3-39.4 and N.J.A.C. 11:3-39.5	Must provide a rate reduction to comprehensive and fire and theft coverages for autos equipped with one or more anti theft or vehicle recover devices
Defensive Driving	N.J.A.C. 11:3-24	Must provide a rate reduction for a minimum of 5%.
Safety Features	N.J.A.C. 11:3-39.6	Must provide a rate reduction to collision coverage for autos equipped with one or more safety devices.
GENERAL FILING REFERENCES		
Filing Status	N.J.S.A. 17:29A-6 and N.J.A.C. 11:1-2	All personal policy forms, rates and rules must be filed and receive formal approval before use
Format	N.J.A.C. 11:1-2	Establishes requirements as to the format of filings pertaining to rates, rules, and rating plans.
Tier Rating Plan and Underwriting Rules	N.J.A.C. 11:3-19A	Implements N.J.S.A. 17:29A-46.1 requiring personal automobile insurers underwriting rules to accept or reject business and to assign the risk to a tier rating plan.
Underwriting Rules	N.J.A.C. 11:3-35	Underwriting rules used to accept or reject new or renewal business must be filed on a prior approval basis.
Alternate Underwriting Rules	N.J.A.C. 11:3-35A	Underwriting rules used to accept or reject new business if company meets growth cap
Statistical Reporting	N.J.S.A. 17:29A-6	Insurer must report statistical information to a statistical agent